132-0-8561

19 January 1950

MEMORANDUM FOR THE DIRECTOR

SUBJECT:

Crisis Situations

DEFINITE HILL:

MSC Status of Projects, 18 January 1950

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- 1. With reference to the statement on the above subject that Defense on January 10th "as an interin measure subject to further study," approved the proposed amendment to MSCID 1, tells me he does not know why this action was taken by Defense when all others simply approved the proposal. His guess is that this is tied in with the whole subject of production of national intelligence by an Estimates Board 77 or a review of the whole production situation. He emphasized that this was his guess.
- 2. At your next luncheon will you ask Mr. Johnson about this as maybe it is associated with General Irwin's idea that the IAC is the supreme body which prepares national intelligence for the MSC rather than being an Advisory body to the DCI who is given the responsibility by law and the MSC to prepare national intelligence estimates.

PRESCOTT CHILDS, Chief, Coordination, Operations, and Policy Staff